

Michigan

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

PROPRIETARY FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2003

(In Thousands)

	BUSINESS-TYPE ACTIVITIES -- ENTERPRISE FUNDS					
	MAJOR		NON-MAJOR			GOVERNMENTAL
	STATE LOTTERY FUND	MICHIGAN UNEMPLOYMENT COMPENSATION FUNDS	LIQUOR PURCHASE REVOLVING FUND	TOTALS		ACTIVITIES -- INTERNAL SERVICE FUNDS
OPERATING REVENUES						
Operating revenues	\$ 1,700,313	\$ 1,701,364	\$ 638,170	\$ 4,039,848	\$	1,541,100
Total Operating Revenues	1,700,313	1,701,364	638,170	4,039,848		1,541,100
OPERATING EXPENSES						
Salaries, wages, and other administrative	207,055	-	48,020	255,075		569,835
Depreciation	165	-	-	165		47,752
Purchases for resale	-	-	465,842	465,842		43,714
Purchases for prison industries	-	-	-	-		15,454
Lottery prize awards	898,137	-	-	898,137		-
Premiums and claims	-	-	-	-		831,532
Unemployment benefits	-	1,967,762	-	1,967,762		-
Other operating expenses	-	506,055	1,380	507,435		54,661
Total Operating Expenses	1,105,357	2,473,817	515,243	4,094,417		1,562,947
Operating Income (Loss)	594,956	(772,453)	122,927	(54,569)		(21,847)
NONOPERATING REVENUES (EXPENSES)						
Specific tax on spirits	-	-	11,297	11,297		-
Interest revenue	905	-	1,099	2,004		4,664
Investment revenue (expense) - net	26,928	107,286	-	134,215		-
Other nonoperating revenues	-	-	-	-		35
Amortization of prize award obligation discount	(44,088)	-	-	(44,088)		-
Interest expense	(3,314)	-	-	(3,314)		(1,768)
Other nonoperating expense	-	-	-	-		(253)
Total Nonoperating Revenues (Expenses)	(19,570)	107,286	12,396	100,113		2,678
Income (Loss) Before Capital Contributions and Transfers	575,386	(665,166)	135,323	45,544		(19,169)
CAPITAL CONTRIBUTIONS AND TRANSFERS						
Capital contributions from other funds	-	-	-	-		7,851
Transfers To:						
School Aid Fund	(586,048)	-	-	(586,048)		-
Other funds	(12,223)	(110,167)	(135,323)	(257,714)		(689)
Total transfers to other funds	(598,271)	(110,167)	(135,323)	(843,762)		(689)
Total Capital Contributions and Transfers In (Out)	(598,271)	(110,167)	(135,323)	(843,762)		7,161
Change in net assets	(22,884)	(775,334)	-	(798,218)		(12,007)
Total net assets - Beginning of fiscal year	128,061	2,435,856	4,876	2,568,793		136,917
Total net assets - End of fiscal year	\$ 105,176	\$ 1,660,522	\$ 4,876	\$ 1,770,575	\$	124,910

The accompanying notes are an integral part of the financial statements.